



CITY OF SANTA BARBARA

JOINT COUNCIL AND REDEVELOPMENT AGENCY AGENDA REPORT

AGENDA DATE: December 11, 2007

TO: Mayor and Councilmembers
Chairperson and Boardmembers

FROM: Housing and Redevelopment Division, Community Development
Department

SUBJECT: Redevelopment Agency 2007 Annual Report

RECOMMENDATION: That Council and Redevelopment Agency Board:

- A. Receive, accept, and approve the Comprehensive Annual Financial Report for the Fiscal Year ended June 30, 2007, consisting of the Auditor's Opinion and Financial Statements, and the Auditor's Compliance Report; and
- B. Review and approve the Annual Report for the Fiscal Year ended June 30, 2007, and direct staff to submit copies of the Annual Report to the California State Controller's Office.

DISCUSSION:

Pursuant to State Health and Safety Code Section 33080.1, each year the Redevelopment Agency is required to submit an annual report to the State Controller's Office. Prior to submission, the annual report must be presented to the City Council for review and approval. The annual report must contain an independent financial audit conducted by a certified public accountant, a report on the Agency's compliance with the laws and regulations governing the activities of the Agency, a report describing the Agency's programs and projects during the previous fiscal year, and a description of the Agency's housing activities in the previous fiscal year.

In order to comply with these requirements, the annual report consists of three components: the State Controller's Office Annual Report Forms; the Redevelopment Agency's Comprehensive Annual Financial Report (CAFR); and the State Department of Housing and Community Development's Redevelopment Agency Annual Report. A copy of the Redevelopment Agency's Comprehensive Annual Financial Report (CAFR) has been provided to each Boardmember. The complete Annual Report package can be found in the Council Reading File, the City Clerk's Office, and the Housing and Redevelopment Division Office.

REVIEWED BY: _____ Finance _____ Attorney

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The Redevelopment Agency's CAFR for the fiscal year ended June 30, 2007, outlines the Agency's financial condition and compliance with the State's laws and regulations as reviewed by Caporicci & Larson, Certified Public Accountants. The Redevelopment Agency received an unqualified, or "clean," opinion on presentation of financial statements, had no material weaknesses in internal controls, and, was found to be in compliance with redevelopment agency laws and regulations.

Staff recommends that the City Council and the Redevelopment Agency Board receive, accept, and approve the Comprehensive Annual Financial Report for the Fiscal Year ended June 30, 2007, and direct staff to submit copies of the Annual Report to the California State Controller's Office.

Staff from the Finance Department and the Housing and Redevelopment Division will present an overview of the Annual Report at the meeting and will be available to answer questions.

A copy of the Redevelopment Agency's CAFR has been provided to each Boardmember. The complete Annual Report package can be found in the Council Reading File, the City Clerk's Office, and the Housing and Redevelopment Division Office.

PREPARED BY: Steven Faulstich, Acting Assistant Community Development Director, Acting Housing and Redevelopment Manager/BJB

SUBMITTED BY: Dave Gustafson, Acting Deputy Director

APPROVED BY: City Administrator's Office